Production of finer clolh by NTC

2433. PROF. B. RAMACHANDRA RAO:

PROF. (MRS.) ASIMA CHATTERJEE:

Will the Minister of SUPPLY AND rEXTILES be pleased to suite:

(a) whether the National Textile Cor poration has decided to lake up production OI liner clolh and to phase out controlled clolh which will be 'entirely in ihe handloom sector;

(b) whether NIC has prepared a plan ol' modernisation of machinery ui meet Ihe needs of production of finer clolh and improve efficiency;

(c) if so. what will be its likely effects on cosls and margins .uld production of blended cloth with man-made fibres: and

(d) whether the new policy will lead to the increase of exports and enable NTC to make profii in ihe near future?

THE MINISTER OF STATE OF THE MINISTRY OF SUPPLY AND TEXTILES (SHRI CHANDRA SHEKHAR-SINGH): (a) The Textile policy states thai "the responsibility for the entire production of controlled cloth shall be transferred 10 the handloom sector by the end of the Seventh Five Year Plan". The share of NTC in the production of controlled cloth will hence be suitably phased out.

(b) National Textile Corporation had estimated a lequirement of Rs. 302 crores for modernisation of nationalised units and suggested a plan accordingly. The Planning Commission has so far indicated an outlay of Rs. 117 crores for moderni sation and rationalisation of labour schemes of NTC, during the 7th Plan period.

(c) and (d) It has been estimated that with the proposed investment of the said Rs. 302 crores, the nationalised units, as a whole, was in the terminal year of the plan, reach a total production value of Rs. 1063 crores, with a cash profit of Rs. 33 crores. Tt has also been estimated that with the proposed modernisation, the production costs of fabrics would teach 19.6 per cent and that exports 'Oiild be reduced, that share of fine, superfine and blended fabrics would also ir bj above 50 per cent.

However with, only very selective modernisation possible within the mailable limiied resources, the above projections would necessarily undergo u

Monev advanced under I.R.D.P.

2434. SHRI INDRADEEP SINH* SHRl SURAJ PRASAD:

Will the Minister of FINANCE be pleased tO Siakia) whether il is a faci lhal money advanced under Ihe Integrated Rural Development Programme is not be turned by the beneficiaries:

(b) if so. how much money ha- been advanced during the Sixth Five Ye. period under this Programme:

(c) whether any survey has been con-dueled regarding recovery of the ; and

(d) whether banks have approached Credit Guarantee Scheme with whi loans were insured (o pay the advanced?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE -SHRI JANARDHAN POOJARI): (a) and (c) It is not correct to say that the advanced under the Integrated Rural Development Programm^ is not beine by the beneficiaries. The sample onducted by NABARD in respect of IRDP loans has indicated recover per cent.

(b) During the Sixth Plan p term credit of Rs. 3080.41 crores has been disbursed under the Programme